

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

STARRED QUESTION NO:76  
ANSWERED ON:05.12.2003  
FALL IN FDI/FII  
P. RAJENDRAN;PUSHPDAN SHAMBHUDAN GADHAVI

**Will the Minister of FINANCE be pleased to state:**

- (a) whether the country has registered a fall in FDI and FII during the last three years till date;
- (b) if so, the extent of the fall;
- (c) the extent of fall in respect of each State/UT; and
- (d) the steps taken to bring more FDI in the country in near future?

**Answer**

Finance Minister ( Jaswant Singh)

(a) to (d): A statement is placed on the Table of the House.

STATEMENT REFERRED IN REPLY TO LOK SABHA STARRED QUESTION NO 76 FOR ANSWER ON 5TH DECEMBER, 2003 REGARDING FALL IN FDI/FII BY SHRI P. RAJENDRAN AND SHRI P.S. GADHAVI

(a) & (b) : The details of Foreign Direct Investment (FDI) data in line with international best practices) and investment by Foreign Institutional Investors (FIIs) during the last three financial years is given below:

(US\$ Million)

2000-2001 2001-2002 2002-2003

FDI 4029 6131 4660

FII 1847 1505 562.40

( c ) The details of State-wise FDI inflows during the last three financial years are given in Annex-I to the Statement. It is clarified that investments by FIIs cannot be classified into a state-wise category as these are investments in the capital markets.

(d) Government has put in place a liberal FDI policy and most of the sectors have been put on the automatic route, except for a small negative list. While inflow of FDI is largely dependent on factors such as commercial judgement of the investors, global market conditions, the FDI flows in the 1st half of the current financial year (2003-04) is US\$ 1707.14 million as against US\$1604.16 million during the corresponding period of 2002-03.